

State of Utah DEPARTMENT OF NATURAL RESOURCES Division of Oil, Gas & Mining

MICHAEL R. STYLER Executive Director JOHN R. BAZA
Division Director

January 30, 2008

Mitch Johnson
Oakley Mountain Corp.
1729 south Hwy 27
Oakley, ID 83346

Subject:

Reclamation Surety Required, Oakley Mountain Corp., Green Beetle Quartzite Tract,

S/003/0072, Task # 2161, Box Elder County, Utah

Dear Mr. Johnson:

The Division finds your amended Notice of Intention to Conduct Small Mining for the Green Beetle Quartzite Tract complete, however prior to conducting mining activities on the additional area, you need to increase the reclamation surety by \$2,700 for this project. The reclamation surety for this 4- acre project is determined to be \$17,000 to the year 2011. Currently, the Division holds a surety for this project of \$14,300, in the form of a Letter of Credit from Columbia Bank (#105CB2297).

Please submit the additional reclamation surety within the next 30 days. No mining related disturbance can be created until the surety is received and approved, and you have received written acceptance from this office as well as other applicable agencies.

The Division has updated our Reclamation Contract form, which will expedite future amendments. The reclamation surety can be submitted in one of several forms, including cash, an irrevocable letter of credit, a certificate of deposit, or a surety bond. Please contact Jed Pearson at (801) 538-5382 or e-mail jedpearson@utah.gov to obtain the revised contract and assistance in completing the surety requirement.

Thank you for your cooperation to help finalize this permitting action. If you have any questions in this regard, please call me at (801) 538-5258 or Lynn Kunzler at 538-5310. In reply, please refer to file number S/003/0072.

Sincerely,

Susan M. White

Mining Program Coordinator Minerals Regulatory Program

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SMW:lk:pb

Mike Nelson, BLM John Blake, SITLA